

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: December 14-15, 2005

Reference No.: 3.17
Information Item

From: CINDY McKIM
Chief Financial Officer

Prepared by: Terry Abbott
Division Chief
Local Assistance

Ref: **LOCAL ASSISTANCE QUARTERLY LUMP SUM ALLOCATION STATUS REPORT
FOR FISCAL YEAR 2005-06**

SUMMARY:

On May 26, 2005, the California Transportation Commission (Commission) passed Resolution FM-04-06, allocating \$498 million for the Local Assistance Program for Fiscal Year (FY) 2004-05. The initial allocation request was for \$996 million. The Commission reduced the initial allocation request to \$498 million, pending the final close-out report for FY 2004-05, which was presented to the Commission at its September 29, 2005 meeting. A request to allocate the remaining \$498 million will be presented at a future Commission meeting.

The amount of Local Assistance subvention funds allocated is \$477 million. Of this amount, approximately \$96 million are State funds and \$381 million are federal funds. As of October 31, 2005, \$132 million, or 28 percent, of the \$477 million has been expended. These funds were allocated for 28 local projects. The majority of these expenditures, including Federal Transit Administration (FTA) transfers, are for:

- Surface Transportation Program – 9 projects, \$12 million
- Congestion Mitigation and Air Quality (CMAQ) Program –14 projects, \$119 million

The remaining five projects are in other categories and account for less than one percent of the expenditures reported.

BACKGROUND:

The Division of Local Assistance administers the local assistance subvention budget under delegated authority from the Commission. The Commission provides an annual lump sum allocation consistent with each fiscal year's Budget Act. The Commission further delegates to

the Department the authority to adjust allocations for Local Assistance, and the Department reports to the Commission if transfers in or out of an expenditure category exceed ten percent of its allocation.

Local Assistance Lump Sum Allocation Status for Fiscal Year (FY) 2005-2006:

As of October 31, 2005, \$132 million or 28 percent of the \$477 million of Local Assistance funds allocated has been expended. Consistent with prior years, the allocation for Demonstration Projects is zero since specific projects expected to receive funds during this fiscal year are not known. This category is included in the allocation to allow the Department to make allocations using excess funds from other categories and prevent allocation delays for demonstration projects.

The delivery to date for FY 2005-06 (\$132 million or 28 percent of the funds allocated) is higher when compared to the same period last year (\$49.5 million or 7 percent of the funds allocated). Typically, expenditures are lower at the beginning of each fiscal year, and this is consistent with historical trends.

The new Federal Transportation Act was enacted on August 10, 2005. The Department has received limited obligation authority through a continuing resolution from the Federal Highway Administration. It is anticipated that all funds allocated will be used consistent with prior fiscal year trends.

Attachment

LOCAL ASSISTANCE FUNDS
FY 2005-06
As of October 31, 2005

Reference No.: 3.17
December 14-15, 2005
Attachment

(Dollars in thousands)

Fund Description	CTC Allocation			Total Expenditures			Allocation Balance			Percent of Allocation Expended	Number of Projects
	State	Federal	Total	State	Federal	Total	State	Federal	Total	Total	Total
Surface Transportation Pgrm (STP)	0	144,697	144,697	0	3,326	3,326	0	141,371	141,371	2%	6
STP State Match and Exchange	51,250	0	51,250	0	0	0	51,250	0	51,250	0%	0
Congestion Mitigation & Air Qual Pgrm (CMAQ)	0	149,214	149,214		23	23	0	149,191	149,191	0%	2
Bridge Scour & State Match	735	748	1,483	0	0	0	735	748	1,483	0%	0
Highway Bridge Rehabilitation & Replacement (HBRR)		53,860	53,860	0	1,026	1,026	0	52,834	52,834	2%	3
Bridge - Seismic Retrofit	0	23,368	23,368	0	0	0	0	23,368	23,368	0%	0
RR Grade Crossing Protection		4,363	4,363	0	0	0	0	4,363	4,363	0%	0
RR Grade Crossing Maintenance	1,000		1,000	0	0	0	1,000	0	1,000	0%	0
Railroad Grade Separations	15,000	0	15,000	0	0	0	15,000	0	15,000	0%	0
Hazard Elimination & Safety (HES)	0	4,363	4,363	0	395	395	0	3,968	3,968	9%	2
Safe Routes to School	23,000	0	23,000	0	0	0	23,000	0	23,000	0%	0
Transportation Enhancement Activities (TEA) Exchange	2,000	0	2,000	0	0	0	2,000	0	2,000	0%	0
Demonstration Projects	0	0	0	0	0	0	0	0	0	0%	0
Miscellaneous	3,000	701	3,701	0	0	0	3,000	701	3,701	0%	0
Total Local Assistance Subvented Funds	95,985	381,314	477,299	0	4,770	4,770	95,985	376,544	472,529	1%	13
Federal Transit Administration (FTA) Transfers	0	0	0	0	127,714	127,714	0	0	0		15
Total Local Assistance including FTA Transfers	95,985	381,314	477,299	0	132,484	132,484	95,985	376,544	472,529	28%	28

Assumptions:

- * The amounts do not include Freeway Service Patrol or Bay Area Ferry Operations.
- * FTA Transfers are \$8,250,008 for RSTP, \$119,180,228 for CMAQ and \$283,000 for TEA.
- * Balances are based on allocation requests.
- * The Allocation Balance is the difference between Commission Allocation and Total Expenditures.
- * Expenditures and Number of Projects is from LP2000 report.